

Fiscal Note

State of Alaska
2013 Legislative Session

Bill Version: HB 142
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB142-EED-K12-3-4-13
Title: STIPEND FOR STATEWIDE BOARDING SCHOOL
Sponsor: GATTIS
Requester: House Education Committee

Department: Department of Education and Early Development
Appropriation: K-12 Support
Allocation: Boarding Home Grants
OMB Component Number: 148

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2014 Appropriation Requested	Included in Governor's FY2014 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2014	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3
Miscellaneous							
Total Operating	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3

Fund Source (Operating Only)

1004 Gen Fund	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3
Total	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2013) cost: 0.0

Estimated CAPITAL (FY2014) cost: 0.0

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No

If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Initial version.

Prepared By: Elizabeth Nudelman, Director
Division: School Finance & Facilities
Approved By: Mike Hanley
Commissioner

Phone: (907)465-8697
Date: 03/08/2013 06:00 PM
Date: 03/08/13

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2013 LEGISLATIVE SESSION

BILL NO. HB142

Analysis

This legislation increases the monthly per pupil statewide residential educational program stipends from the current rate in law to three times the current rate. The statewide residential program per pupil monthly stipend, paid for nine months based on actual count, supports the dormitory costs for Alaska's three approved residential educational programs.

Region	Program	Capacity	Current	Total	HB142	New HB142	Increase
			Rate		Rate	Total	in State Cost
Region I	None	0	\$410	\$0	\$1,230	\$0	\$0
Region II	None	0	\$400	\$0	\$1,200	\$0	\$0
Region III	Nenana	88	\$484	\$383,328	\$1,452	\$1,149,984	\$766,656
Region IV	Lower Kuskokwim	35	\$503	\$158,445	\$1,509	\$475,335	\$316,890
Region V	Galena	210	\$592	\$1,118,880	\$1,876	\$3,545,640	\$2,426,760

The program also provides for one round trip ticket per student, by the least expensive means, between the student's community of residence and the school if the district expends money for the trip.

This legislation would support the three approved programs at three times the per pupil monthly stipend rate. The monthly stipend rate is per month for a nine month year, based on an actual per student count. Each program has a maximum capacity for reimbursement based on the district's approved application. The three times rate would provide up to:

Galena	(Region V)	210 capacity * \$1,876 * 9 months =	\$3,545,640
Nenana	(Region III)	88 capacity * \$1,452 * 9 months =	\$1,149,984
Lower Kuskokwim	(Region IV)	35 capacity * \$1,509 * 9 months =	\$ 475,335
Additional cost of round trip tickets for all three programs based on FY2012			\$ 242,247
Add Boarding Home Program (AS 14.07.030)			<u>\$ 185,900</u>
Total program if legislation passes and residential is funded at 3x the boarding stipend:			\$5,599,106

Calculation of additional funds for fiscal note:

The appropriation in budget at one times the boarding stipend	\$1,902,900
The appropriation in budget for Boarding Home Program (AS 14.07.030)	<u>\$ 185,900</u>
Total appropriation in budget	\$2,088,800
Total funding necessary to fund 3x & Boarding Home if this legislation is passed:	<u>\$5,599,106</u>
Additional funding necessary to fund residential at 3x (fiscal note)	\$3,510,306